

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Balance Sheet
As of 9/30/2001

11/7/2001

	As of <u>9-30-01</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 435,152,418	\$ 519,292,298
INTERNATIONAL EQUITIES	259,159,664	290,358,103
DOMESTIC FIXED INCOME	168,344,280	176,348,931
INTERNATIONAL FIXED INCOME	70,540,483	65,436,592
REAL ESTATE	120,793,659	139,409,884
VENTURE CAPITAL	46,054,206	56,875,159
INVESTED CASH (NOTE 1)	<u>29,800,986</u>	<u>23,529,222</u>
 TOTAL INVESTMENTS	 1,129,845,696	 1,271,250,189
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	7,845,268	7,926,311
CONTRIBUTIONS/ASSESSMENTS REC	4,445,562	6,616,070
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>0</u>
 TOTAL RECEIVABLES	 12,290,830	 14,542,381
 OTHER ASSETS		
OPERATING CASH (NOTE 2)	6,518,151	6,057,326
DUE FROM OTHER AGENCIES (NOTE 3)	<u>467</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 1,148,655,144</u>	 <u>\$ 1,291,849,896</u>
 LIABILITIES:		
ACCOUNTS PAYABLE	994,017	1,014,555
ACCRUED EXPENSES	167,313	134,634
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>38,567</u>
 TOTAL LIABILITIES	 1,161,330	 1,187,756
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,290,662,140	1,405,246,440
CASH IN DURING YEAR (NOTE 5)	25,715,000	107,500,000
CASH OUT DURING YEAR (NOTE 6)	25,715,000	107,500,000
NET INCREASE (DECREASE)	<u>(143,168,326)</u>	<u>(114,584,300)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,147,493,814</u>	 <u>1,290,662,140</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,148,655,144</u>	 <u>\$ 1,291,849,896</u>

11/7/2001

TEACHERS' FUND FOR RETIREMENT
A Division of ND Retirement and Investment Office
Profit and Loss Statement
For the Month Ended 9/30/2001

	Month Ended <u>9-30-01</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 3,498,421	\$ 8,817,112
SECURITIES LENDING INCOME	146,418	504,684
	<u>3,644,839</u>	<u>9,321,796</u>
 GAIN ON SALE OF INVESTMENTS	 10,098,084	 35,861,598
LOSS ON SALE OF INVESTMENTS	<u>22,069,279</u>	<u>58,383,523</u>
 NET GAINS (LOSSES) INVESTMENTS	 (11,971,195)	 (22,521,925)
 INVESTMENT EXPENSES	 26,968	 1,105,035
SECURITIES LENDING EXPENSES	136,242	452,823
SIB ADMINISTRATIVE EXPENSES	<u>9,773</u>	<u>25,866</u>
 NET INVESTMENT INCOME	 (8,499,339)	 (14,783,853)
 NET APPREC (DEPREC) MARKET VALUE	 (68,483,048)	 (117,793,438)
MISCELLANEOUS INCOME/(EXPENSE)	<u>28,873</u>	<u>(2,563)</u>
 TOTAL INVESTMENT INCOME	 (76,953,514)	 (132,579,854)
 CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	 5,008,017	 6,559,096
PURCHASED SERVICE CREDIT (NOTE 8)	49,785	551,965
PENALTY & INTEREST (NOTE 9)	<u>1</u>	<u>1</u>
 TOTAL ADDITIONS	 <u>(71,895,711)</u>	 <u>(125,468,792)</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	5,647,633	16,848,450
REFUNDS TO MEMBER (NOTE 11)	<u>237,579</u>	<u>652,316</u>
 TOTAL BENEFITS PAID	 5,885,212	 17,500,766
 ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	59,772	196,100
MISCELLANEOUS EXPENSES	<u>(5,457)</u>	<u>2,668</u>
 TOTAL ADMINISTRATIVE EXPENSES	 <u>54,315</u>	 <u>198,768</u>
 TOTAL DEDUCTIONS	 <u>5,939,527</u>	 <u>17,699,534</u>
 NET INCREASE (DECREASE)	 <u>\$ (77,835,238)</u>	 <u>\$ (143,168,326)</u>

TEACHERS' FUND FOR RETIREMENT
Notes To Financial Statements
September 30, 2001

11/7/2001

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3 DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7 CONTRIBUTIONS & ASSESSMENTS

Assessments on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution and assessment of 15.5 percent that must be remitted monthly.

NOTE 8 PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

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Notes to Financial Statements
9/30/2001

11/7/2001

NOTE 9

PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions and assessments.

NOTE 10

BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11

REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.